PREHEARING CONFERENCE and EVIDENTIARY HEARING

BEFORE THE

CALIFORNIA ENERGY RESOURCES CONSERVATION

AND DEVELOPMENT COMMISSION

| In the Matter of: |) | |
|-----------------------------|---|-----------|
| |) | |
| Niland Gas Turbine Plant, |) | Docket No |
| Small Power Plant Exemption |) | 06-SPPE-1 |
| |) | |

CALIFORNIA ENERGY COMMISSION

HEARING ROOM A

1516 NINTH STREET

SACRAMENTO, CALIFORNIA

THURSDAY, SEPTEMBER 14, 2006 1:37 P.M.

Reported by: Peter Petty

Contract No. 170-04-001

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COMMITTEE MEMBERS PRESENT

Jeffrey D. Byron, Associate Member

HEARING OFFICER and ADVISORS PRESENT

Garret Shean, Hearing Officer

Kevin Kennedy, Advisor to Presiding Member Byron

Peter Ward, Advisor to Associate Member Boyd

STAFF AND CONSULTANTS PRESENT

Kerry A. Willis, Staff Counsel

Jack Caswell, Project Manager

Steve Baker

APPLICANT

Allan J. Thompson, Attorney

Henryk A. Olstowski Imperial Irrigation District Energy

Dana L. Diller, Consultant High Energy Resource Services Imperial Irrigation District

Douglas Hahn URS Corporation

David Johnson Power Engineers, Inc.

PETERS SHORTHAND REPORTING CORPORATION (916) 362-2345

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PETERS SHORTHAND REPORTING CORPORATION (916) 362-2345

| 1 | PROCEEDINGS |
|----|--|
| 2 | 1:37 p.m. |
| 3 | ASSOCIATE MEMBER BYRON: My name is Jeff |
| 4 | Byron; I'm the Presiding Member on this SPPE |
| 5 | application. And joining me at the dais here is |
| 6 | my Senior Advisor, Kevin Kennedy. Commissioner |
| 7 | Boyd could not be with us this afternoon, and in |
| 8 | his stead is his Advisor Peter Ward. And I'm |
| 9 | going to turn this over to our Hearing Officer, |
| 10 | Mr. Garret Shean. |
| 11 | HEARING OFFICER SHEAN: Thank you, |
| 12 | Commissioner. We have noticed today as the |
| 13 | prehearing conference, and if there are no |
| 14 | contested issues and no opposition to it, we will |
| 15 | roll this over into an evidentiary hearing to |
| 16 | establish the record by which the Committee can |
| 17 | then produce its Presiding Member's Proposed |
| 18 | Decision. |
| 19 | What we intend to do after the parties |
| 20 | have had an opportunity to introduce themselves, |
| 21 | is to go through the list that appears in appendix |
| 22 | A of the prehearing conference notice; determine |
| 23 | whether or not anyone is requesting a hearing on |
| 24 | it or not. If we do not hear from the parties who |
| 25 | are present, and if no one is on the telephone |

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from Niland or any other community, given that we
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- 2 have teleconferencing capability so that this
- 3 proceeding is open to any member of the public or
- 4 organization who wishes to, at this time,
- 5 intervene and indicate that they wish to have
- 6 testimony either from the applicant or the staff,
- 7 or present testimony on any issue.
- 8 If that does not occur during the
- 9 pendency of the initial portion of this
- 10 proceeding, we are going to then commence the
- 11 evidentiary proceeding, since it will indicate
- that all matters are uncontested.
- 13 And so far the two prehearing conference
- 14 statements filed by the staff and the applicant
- indicate that there are no issues that are
- 16 contested between them.
- 17 So, with that, let's go to the applicant
- and have you introduce your team.
- 19 MR. THOMPSON: Thank you very much, Mr.
- 20 Shean. We have four individuals representing the
- 21 project here today that I would like to present as
- 22 a panel if the Commission believes that that would
- 23 be acceptable. Mr. Henryk Olstowski and Dana
- Diller, representing IID. Douglas Hahn from URS
- 25 Corporation, the environmental consultant. And

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1 David Johnson from Power Engineers.
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- 2 As we indicated in our prehearing
- 3 conference statement, we have reviewed the staff
- final study. We concur, and our testimony will
- 5 show that we concur with the conclusions based in
- 6 that, and have no issues with staff and no
- 7 disagreements with the final study.
- 8 HEARING OFFICER SHEAN: All right.
- 9 Thank you, Mr. Thompson.
- 10 Ms. Willis.
- MS. WILLIS: Thank you, good afternoon.
- 12 My name is Kerry Willis; I'm Senior Staff Counsel.
- 13 And with me is our Project Manager, Jack Caswell.
- 14 We also brought along, for informational purposes,
- 15 Steve Baker, who performed our noise analysis.
- And as the applicant says, we don't have
- any issues at this point in time.
- 18 HEARING OFFICER SHEAN: All right, I
- 19 think it's important to indicate for the record,
- 20 too, that on the day of the informational hearing
- 21 and site visit for the IID El Centro project that
- 22 Members of the Committee, and we do have a new
- 23 Member in Commissioner Byron, went for our own
- 24 impromptu site visit of the Niland project and the
- 25 surrounding community.

| 1 | So, | we | have | made | this | Commissioner | aware |
|---|-----|----|------|------|------|--------------|-------|
|---|-----|----|------|------|------|--------------|-------|

- of the setting for the project, itself, as well as
- 3 the neighboring community, as well as the former
- 4 Marine Corps Camp up above you, which -- and that
- 5 was a very interesting trip.
- 6 So, with that what we'd like to do is go
- 7 now to appendix A and determine, and I think we
- 8 can say I have heard both Mr. Thompson and Ms.
- 9 Willis indicate that there is no issue on appendix
- 10 A that you would propose to contest, is that
- 11 correct?
- MR. THOMPSON: That is correct.
- MS. WILLIS: That is correct.
- 14 HEARING OFFICER SHEAN: All right.
- Well, with that, then let's roll this into an
- 16 evidentiary proceeding.
- 17 ASSOCIATE MEMBER BYRON: Excuse me one
- 18 moment. Can we be sure that indeed the phone
- 19 lines are open? Is that a concern here in the
- 20 event someone was phoning in?
- 21 HEARING OFFICER SHEAN: I don't know how
- 22 we'd check that. Well, first of all, we've had it
- 23 done. And if nobody calls in, I don't know any
- 24 indicator --
- 25 ASSOCIATE MEMBER BYRON: All right,

| 4 | c ' |
|---|-------|
| 1 | tine. |
| _ | |

- 2 MR. CASWELL: I witnessed the Hearing
- 3 Office Secretary open up the lines and responses
- 4 from the telephone company that the lines were
- 5 open.
- 6 ASSOCIATE MEMBER BYRON: Okay, thank
- 7 you.
- 8 HEARING OFFICER SHEAN: All right. With
- 9 that, why don't we have the applicant present it
- 10 team, have them sworn in and present the testimony
- 11 that you wish.
- 12 MR. THOMPSON: I would like to start
- 13 with --
- 14 HEARING OFFICER SHEAN: Why don't we
- 15 start with this.
- MR. THOMPSON: That's a good idea.
- 17 Could I ask my four witnesses to rise and raise
- 18 your right hands to be sworn, please.
- 19 Whereupon,
- 20 HENRYK OLSTOWSKI, DANA DILLER, DOUGLAS HAHN
- 21 and DAVID JOHNSON
- 22 were called as witnesses herein, and after first
- having been duly sworn, were examined and
- 24 testified as follows:
- 25 THE REPORTER: Could you all

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individually state and spell your names, please.
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- MR. HAHN: My name's Douglas Hahn,
- 3 D-o-u-g-l-a-s, last name Hahn, H-a-h-n.
- 4 MS. DILLER: Dana Diller, D-a-n-a
- 5 D-i-l-l-e-r.
- 6 MR. OLSTOWSKI: Henryk Olstowski, H-e-n-
- 7 r-y-k, last name O-l-s-t-o-w-s-k-i.
- 8 MR. JOHNSON: David Johnson. D-a-v-i-d
- 9 J-o-h-n-s-o-n.
- 10 DIRECT EXAMINATION
- 11 BY MR. THOMPSON:
- 12 Q Let me start with Mr. Johnson. You have
- stated your name; what is your place of
- 14 employment?
- MR. JOHNSON: Power Engineers,
- 16 Incorporated in the Haley, Idaho office.
- 17 MR. THOMPSON: And what have been your
- 18 responsibilities with regard to the Niland
- 19 project?
- 20 MR. JOHNSON: My assignment has been
- 21 project engineer, general supervision of the
- 22 technical work performed by Power.
- MR. THOMPSON: Thank you. And over the
- 24 course of this proceeding, the applicant has
- submitted a number of documents, many of those

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1 required engineer data and analysis.
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- 2 Did Power Engineers perform this
- 3 engineering support?
- 4 MR. JOHNSON: Yes.
- 5 MR. THOMPSON: And was this engineering
- 6 support performed by you or under your
- 7 supervision?
- MR. JOHNSON: Yes.
- 9 MR. THOMPSON: And, finally, as you are
- 10 now under oath, is this material that has been
- 11 submitted true and correct to the best of your
- 12 knowledge?
- MR. JOHNSON: Yes.
- 14 MR. THOMPSON: Thank you. I would like
- 15 to move on to the second member of our panel, Mr.
- 16 Hahn.
- Would you please state your name and
- 18 place of employment.
- 19 MR. HAHN: Yes, Douglas Hahn with URS
- 20 Corporation in Denver, Colorado.
- 21 MR. THOMPSON: And what are your
- 22 responsibilities at URS?
- MR. HAHN: To compile and oversee the
- 24 management of large environmental documents
- similar to the SPPE that we submitted here.

| 1 MR. THOMPSON: And what h | have k | been | your |
|----------------------------|--------|------|------|
|----------------------------|--------|------|------|

- 2 responsibilities with regard to the Niland
- 3 project?
- 4 MR. HAHN: To oversee the URS task
- 5 leaders and team in the preparation of that
- 6 document.
- 7 MR. THOMPSON: And over the course of
- 8 this proceeding applicant has submitted a number
- 9 of documents, many of these required environmental
- 10 analysis and conclusions, such as noise
- 11 measurements.
- 12 Did URS provide this support?
- MR. HAHN: Yes, we did.
- MR. THOMPSON: And was this
- environmental analysis and environmental
- 16 conclusions performed by you or under your
- 17 supervision?
- MR. HAHN: Yes, they were.
- MR. THOMPSON: And finally, as you're
- 20 now under oath, is this material true and correct
- 21 to the best of your knowledge?
- MR. HAHN: Yes, sir.
- MR. THOMPSON: Thank you very much. Ms.
- Diller, would you please state your name.
- MS. DILLER: Dana Diller.

MR. THOMPSON: And what is your place of

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| 2 | employment? |
|----|--|
| 3 | MS. DILLER: I own an energy consulting |
| 4 | firm by the name of High Energy Resource Services. |
| 5 | MR. THOMPSON: Have you been retained by |
| 6 | Imperial Irrigation District? And if so, in what |
| 7 | capacity? |
| 8 | MS. DILLER: Yes. High Energy Resources |
| 9 | Services has been retained by Imperial Irrigation |
| 10 | District to provide project management services |
| 11 | for the Niland Gas Turbine plant. |
| 12 | My role in the project was to serve as |
| 13 | the project development manager. |
| 14 | MR. THOMPSON: And what have been your |
| 15 | responsibilities as project development manager? |
| 16 | MS. DILLER: I have overall |
| 17 | responsibilities for the development process, the |
| 18 | regulatory environmental processes, procurement, |
| 19 | real estate, financial management and other |
| 20 | development work to get the project to the point |

MR. THOMPSON: Were part of your responsibilities the retention of URS as an

where it's ready to start construction.

- 24 environmental consultant?
- MS. DILLER: URS was hired as part of an

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1 IID purchasing procurement process, an RFP
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- process. I was not on the selection committee,
- 3 but I did assist in the RFP process.
- 4 MR. THOMPSON: And similarly, were part
- of your responsibilities the retention of Power
- 6 Engineers for engineering support?
- 7 MS. DILLER: Yes. Power Engineers was
- 8 also hired as a result of an IID purchasing RFP
- 9 process. I was not on the selection committee,
- 10 but assisted in the RFP process, and also
- 11 participated in interviewing the engineer
- 12 candidates.
- 13 MR. THOMPSON: And have you reviewed and
- 14 approved documents submitted to the California
- 15 Energy Commission in this proceeding including
- 16 responses to data requests?
- MS. DILLER: Yes.
- 18 MR. THOMPSON: Specifically with regard
- 19 to noise, would you please summarize the
- 20 commitment made by IID for plant and operational
- 21 noise for Niland.
- MS. DILLER: As is indicated in the
- final initial study, noise condition 3, the
- 24 project, IID and applicant has committed to design
- and construct the project in such a manner that

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during operations the facility will not cause
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- 2 noise levels at any sensitive receptor to exceed
- 3 45 dba.
- 4 MR. THOMPSON: Thank you. And finally,
- 5 as you are now under oath, are the materials
- 6 submitted to the Commission in this proceeding
- 7 true and correct to the best of your knowledge?
- 8 MS. DILLER: Yes.
- 9 MR. THOMPSON: Thank you. Let me turn
- 10 to our final witness, Mr. Henryk Olstowski. You
- 11 stated your name previously; would you tell us by
- 12 whom you are employed and in what capacity.
- 13 MR. OLSTOWSKI: I'm employed by Imperial
- 14 Irrigation District; I'm the Assistant Manager of
- 15 energy.
- MR. THOMPSON: And what are your duties
- 17 and responsibilities in that position?
- 18 MR. OLSTOWSKI: I'm responsible for all
- of IID's generating assets; and IID also owns, or
- 20 participates in some joint ownership projects that
- 21 I oversee, also.
- MR. THOMPSON: And what are your
- 23 responsibilities with regard to the Niland Gas
- 24 Turbine Plant?
- MR. OLSTOWSKI: I'm the project owner,

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and that title with IID means that I'm responsible
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- 2 for oversight of the project development team, and
- 3 ultimately the project, and project schedule and
- 4 project costs are maintained within the budgeted
- 5 amounts approved by our five-member board of
- 6 directors.
- 7 MR. THOMPSON: Have you reviewed the
- 8 staff final initial study submitted in this
- 9 proceeding?
- 10 MR. OLSTOWSKI: I have not reviewed the
- final initial study, but I rely on the project
- 12 development staff to identify any issues that
- would be unacceptable to Imperial Irrigation
- 14 District.
- 15 And I have read a condensed version of
- 16 the final initial study that presented all the
- 17 conditions of exemption.
- 18 MR. THOMPSON: On behalf of Imperial
- 19 Irrigation District do you accept the conclusions
- 20 contained in the final initial study?
- MR. OLSTOWSKI: Yes.
- MR. THOMPSON: Again, on behalf of
- 23 Imperial Irrigation District, do you agree to
- 24 comply with all conditions of exemption contained
- in that document?

| 1 | MR | OLSTOWSKI: | Yes. | Т | dо |
|-------------|----------|--------------|------|---|-----|
| | 1.11 (• | OTD TOMBILE. | 100, | _ | ao. |

- 2 MR. THOMPSON: That completes our direct
- 3 testimony. The four witnesses of this panel are
- 4 ready for any questions or cross-examination.
- 5 HEARING OFFICER SHEAN: Why don't we do
- 6 this. Have you move the application for the SPPE,
- your data responses and any other documentation
- 8 that you've provided us to date.
- 9 MR. THOMPSON: Without specifically
- 10 numbering or listing those --
- 11 HEARING OFFICER SHEAN: Why don't you
- just parrot back what I just said and we'll accept
- 13 it.
- 14 MR. THOMPSON: Would the Committee and
- this Commission please accept as exhibits in this
- 16 proceeding, the application for an SPPE and
- 17 applicant's data request responses to Commission
- 18 Staff data requests? And any other documents
- 19 relied on by the staff in this proceeding.
- 20 HEARING OFFICER SHEAN: Is there
- 21 objection to the admission of that evidence?
- MS. WILLIS: No objection.
- 23 HEARING OFFICER SHEAN: Hearing none,
- it's admitted. Thank you.
- MR. THOMPSON: Thank you.

| _ | DEARTING | OFFICER | SUPUM. | guess | Τ. | Jus |
|---|----------|---------|--------|-----------|----|-----|
| | | | | | | |

- 2 have one question. It probably is for Mr.
- 3 Olstowski. I'll let it -- first of all, let me
- 4 back up with regard to the engineering.
- 5 So, as far as the noise condition number
- 6 3, is it IID's position or through your
- 7 contractors here, that it is engineeringly
- 8 feasible to maintain a noise level not exceeding
- 9 45 dba at any of the nearby sensitive receptors?
- 10 MR. OLSTOWSKI: Yes, based on the
- information I was provided, that is very do-able.
- 12 And we've adjusted our contract with General
- 13 Electric to be able to do that.
- 14 HEARING OFFICER SHEAN: All right. I
- 15 guess just for the purposes of the record should
- 16 that somehow not come to pass, that the Commission
- 17 would likely, in the event of noise complaints
- 18 that have sufficient gravity, if they were not
- 19 able to maintain that 45 dba, probably want to
- 20 come back and consider measures that would take
- 21 place offsite once you've exhausted all possible
- onsite mitigation.
- So, that's just out there. Hopefully
- not necessary, but just as a caveat.
- Have any questions?

1 ASSOCIATE MEMBER BYRON: No, I don't,

- 2 thank you very much.
- 3 HEARING OFFICER SHEAN: Any questions
- 4 from the staff?
- 5 MS. WILLIS: None.
- 6 HEARING OFFICER SHEAN: All right.
- Well, we'd like to thank you, ladies and gentlemen
- 8 from IID and your contractors, and for having been
- 9 as helpful and forthcoming and timely on all this
- 10 stuff as you have been.
- 11 And I think we're, at this point, pretty
- much done with you, and can excuse you as
- witnesses. And we'll shift to the Commission
- 14 Staff.
- MR. THOMPSON: Thank you. I think Mr.
- 16 Olstowski has a few comments from IID's
- 17 perspective.
- 18 HEARING OFFICER SHEAN: Certainly.
- MR. OLSTOWSKI: Yeah, on behalf of IID
- 20 I'd like to thank the CEC Staff on their execution
- 21 of the SPPE process for the Niland Gas Turbine
- 22 Plant.
- 23 IID is committed to balancing the need
- for additional generating resources with the need
- 25 to maintain a healthy environment for the future.

1 And I believe that the CEQA process has helped IID

- 2 to insure that balance.
- 3 I'd like to especially thank Jack
- 4 Caswell, CEC's Project Manager, for his balanced
- 5 approach towards the project, and success in
- 6 delivering documents within committed timelines.
- 7 IID looks forward to complete the El
- 8 Centro Unit 3 Repowering project, SPPE process,
- 9 with the same balance and cooperative spirit.
- 10 Thank you.
- 11 HEARING OFFICER SHEAN: Thank you very
- 12 much.
- 13 All right, we'll go now to the
- 14 Commission Staff.
- MS. WILLIS: We'd like to call Mr. Steve
- 16 Baker.
- 17 HEARING OFFICER SHEAN: Why don't we do
- 18 Mr. Caswell, as well, since I have a question of
- 19 him.
- MS. WILLIS: Okay.
- Whereupon,
- 22 STEVE BAKER and JACK CASWELL
- 23 were called as witnesses herein, and after first
- 24 having been duly sworn, were examined and
- 25 testified as follows:

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1 THE REPORTER: Please state your full
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- 2 names for the record.
- MR. CASWELL: Jack Caswell,
- 4 C-a-s-w-e-l-l.
- 5 MR. BAKER: Steve Baker, B-a-k-e-r.
- 6 MS. WILLIS: And at this time we have no
- 7 direct questions, but we would like to allow the
- 8 Committee to ask any questions of our witnesses.
- 9 HEARING OFFICER SHEAN: All right. Let
- 10 me just indicate for the applicant, I think you
- 11 know, as well as just for the record, first of all
- 12 the reason we've asked Mr. Baker here is that the
- only issue that arose that had impacts to the
- 14 community that we could discern was the potential
- 15 for noise impacts to nearby residents. Basically
- 16 at various points on the compass, east of the
- 17 project, southeast of the project. And west of
- 18 the project in the community of Niland there's a
- 19 trailer park there.
- 20 So we wanted to have him come and
- 21 explain the nature of the analysis performed by
- 22 the staff, and how it arrived at the condition
- 23 noise-3 that it has. And the substance for their
- 24 belief that this condition will satisfy the
- 25 requirement under CEQA that there are no

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1 significant adverse environmental noise impacts.
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- And so, with that, if you could describe
 that process briefly, Mr. Baker. We have read the
 noise portion of the final initial study, so have
 it in some detail. But would just like to get it
- 6 sort of live and in person from you.

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residences.

- 7 MR. BAKER: As you've read in the 8 initial study to determine whether there are 9 likely to be adverse noise impacts, we compared 10 the predicted or projected noise from the power 11 plant to the existing noise environment at any 12 sensitive receptors, which in this case are
- 14 If the power plant will increase the
 15 noise level at those residences more than some
 16 amount, then we can guess that there'll probably
 17 be adverse impacts. If the increase in noise
 18 level at the residences is less than some amount,
 19 then we say there probably won't be any.
- Typically we say that -- well, typically
 we take a very conservative approach. The
 California Energy Commission Staff, I believe, is
 the only body around that compares power plant
 noise to the ambient background or L90 level.
- 25 Every other agency I'm aware of uses and LEQ or

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1 equivalent energy level comparison, or an L50,
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- 2 50th percentile level.
- 3 So we're setting a more stringent
- 4 standard by comparing noise levels to the
- 5 background level. However, the value in this is I
- 6 don't believe there have ever been any serious
- 7 noise complaints from anyone living near a
- 8 California Energy Commission-permitted power
- 9 plant.
- 10 This is the way that staff has been
- doing this analysis for more than the 14 years
- 12 I've been doing noise here. I believe that the
- 13 people before me, they did it since the early days
- of the Commission.
- So, given this conservative approach, we
- 16 compared projected noise levels. And what we try
- 17 to do is we compare the projected noise level from
- the power plant to the background ambient levels.
- 19 And we say that if the increase in noise level at
- 20 the receptors is less than 5 decibels, we can't
- 21 imagine there'd be a significant adverse impact.
- 22 If the increase in noise levels at the
- receptors is more than 10 decibels, there's a
- 24 potential for a significant adverse impact.
- In between 5 and 10 decibels we look at

The reason this was raised as an issue

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1 the specifics of the case.
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| 3 | in this project is because it's an SPPE. In an |
|----|--|
| 4 | AFC process we go through a data adequacy |
| 5 | procedure. And if this had been an AFC, staff |
| 6 | would have recommended that the application be |
| 7 | found data inadequate in the area of noise because |
| 8 | the information presented in the application from |
| 9 | the ambient noise survey performed by IID was |
| 10 | inadequate for us to do our analysis. |
| 11 | But once we talked with the applicant, |
| 12 | explained what we needed and they understood what |
| 13 | we needed, they went out and they performed |
| 14 | another analysis. They presented the figures. |
| 15 | And we performed our magic and easily came to the |
| 16 | conclusion that there should be no significant |
| 17 | adverse impacts from the project. |
| 18 | HEARING OFFICER SHEAN: Can you describe |

HEARING OFFICER SHEAN: Can you describe briefly, I know you used the terms that are used in the trade, the LEQ and L90, to just inform the Committee and the record that the essential difference between the analytical method used by the staff and that for the information initially submitted by the applicant, is the difference in averaging times for the measured noise?

| 1 | MR. BAKER: That's correct. The |
|----|---|
| 2 | application surveyed the noise at the nearest |
| 3 | sensitive receptor for a period of 25 hours. And |
| 4 | then presented only a single 25-hour average for |
| 5 | the LEQ and for the L90. |
| 6 | And the reason we feel that's not |
| 7 | appropriate is because people are more sensitive |
| 8 | to noise at night when they're trying to sleep. |
| 9 | And so if the noise environment in that |
| 10 | neighborhood is quieter at night than during the |
| 11 | daytime, a power plant that doesn't present a |
| 12 | significant impact during the day might easily |
| 13 | present a significant impact at night. |
| 14 | Without hourly or other more detailed |
| 15 | noise figures, we couldn't determine that. The |
| 16 | application only showed a single 25-hour average. |
| 17 | So I asked the applicant if they'd |
| 18 | provide more detailed numbers. And they went back |
| 19 | and provided the numbers. And once I analyzed |
| 20 | them, using our standard procedure, I determine |
| 21 | that there should be no adverse impacts. |
| 22 | HEARING OFFICER SHEAN: And so condition |
| 23 | noise-3, from the staff's perspective, captures |
| 24 | the four, is it four consecutive quietest hours |
| 25 | during the nighttime, and would require the |

1 applicant not to exceed the 45 dba during that

- period?
- MR. BAKER: That's correct.
- 4 HEARING OFFICER SHEAN: Okay. All
- 5 right, thank you. Any additional questions? Any
- 6 questions from you, Mr. Thompson?
- 7 MR. THOMPSON: No. But I would like, on
- 8 behalf of applicant, to thank Mr. Baker for his
- 9 diligence in reaching an accord, asking us for
- information that he could then use. It was
- 11 helpful in getting to the end point in this case.
- 12 HEARING OFFICER SHEAN: Thank you. All
- 13 right, thank you, Mr. Baker.
- 14 And I just have a question or two for
- 15 you, Mr. Caswell. You are the project manager on
- this matter, and were instrumental in the
- organizing of the preparation of the draft of the
- initial studies, is that correct?
- MR. CASWELL: Correct.
- 20 HEARING OFFICER SHEAN: And you were
- 21 also responsible for the preparation of a document
- 22 fundamentally entitled, a proposed mitigated
- 23 negative declaration, is that correct?
- MR. CASWELL: Correct.
- 25 HEARING OFFICER SHEAN: And can you tell

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1 us what you did with respect to the processing of
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- 2 those two documents, either related to the state
- 3 clearinghouse, or the County of -- Imperial County
- 4 in terms of compliance with what you understand to
- 5 be the requirements of CEQA?
- 6 MR. CASWELL: Yes. Based on the CEQA
- 7 compliance requirements for the filing of a
- 8 proposed mitigated negative dec, we filed a copy
- 9 of this document, the draft initial study, with
- 10 the clearinghouse, as well as the County, Imperial
- 11 County.
- 12 Those documents were sent to the
- 13 clearinghouse, I can't remember exactly what date
- 14 that was. We took them over there the very first
- day we published this document, which was on --
- 16 I've been on -- August 30th to the clearinghouse.
- 17 And I contacted the County and we mailed
- 18 a copy of, a hard copy as well as a cover for that
- 19 proposed mitigated negative dec to the County
- 20 Clerk in Imperial County to be posted at the
- 21 County Offices. And it probably arrived, I would
- imagine, I have not had a call back from them, but
- about within seven days after that filing, which
- would have made that what, September 6th.
- 25 And we believe that by filing that

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- 2 clearinghouse and with the County that we've met
- 3 the CEQA requirements for a review period for that
- 4 proposed mitigated negative dec.
- 5 HEARING OFFICER SHEAN: So, if the
- 6 Commission were to actually adopt this on October
- 7 11th, insofar as you are aware, that all the CEQA
- 8 requirements with regard to publication, posting,
- 9 distribution or anything else of that nature will
- 10 have been met?
- 11 MR. CASWELL: Correct. My reading of
- the CEQA requirements on that require that the
- 13 County have 20 days posting; and the clearinghouse
- 14 would have 30 days. And that would meet that
- 15 timeframe.
- 16 HEARING OFFICER SHEAN: All right, thank
- 17 you very much. Questions? Any questions from
- 18 you, Mr. Thompson?
- 19 MR. THOMPSON: None for me, thank you.
- 20 HEARING OFFICER SHEAN: All right. Why
- 21 don't we have you move the admission of your final
- 22 initial study and the proposed mitigated negative
- 23 declaration document and any other information you
- 24 would --
- 25 MS. WILLIS: At this time we'd just like

1 to move in those two documents, the final initial

- 2 study and the proposed mitigated negative
- declaration, into the record.
- 4 HEARING OFFICER SHEAN: Is there
- 5 objection?
- 6 MR. THOMPSON: No objection.
- 7 HEARING OFFICER SHEAN: Hearing no
- 8 objection, those two documents are admitted.
- 9 I think we have now a fairly well
- 10 rounded and complete record for the purpose of the
- 11 Committee's preparation of a Presiding Member's
- 12 Proposed Decision.
- 13 At this point it's appropriate for the
- 14 Committee to ask if there are any comments or
- 15 questions from any member of the public. I can
- 16 tell you, sitting here, that it's very clear that
- in the audience at the Commission headquarters
- there are no members of the public present.
- 19 And we have had the telephone line open
- 20 for approximately the last 40 minutes and have had
- 21 no call from any member of the public wishing to
- 22 comment or even listen in to the proceeding.
- So, on that basis it appears that this
- 24 matter is fully uncontested and that there is no
- 25 public concern that has caused any member of the

1 public to contact us with regard to the matters

- that we've noticed here today, which would have
- 3 indicated that we would be proceeding to this
- 4 evidentiary hearing.
- 5 And anticipate that therefrom the
- 6 Committee would prepare a Presiding Member's
- 7 Proposed Decision based upon this uncontested
- 8 record. And it is our intention to do that and
- 9 have it released early next week. So it will be
- 10 available to members of the public along with a
- 11 notice that the Commission will conduct a hearing
- on October 11th, during a regularly scheduled
- business meeting, for the purpose of considering
- and adopting the Committee's Presiding Member's
- 15 Proposed Decision.
- So, are there any comments or questions
- 17 from either party at this point?
- MS. WILLIS: None.
- MR. THOMPSON: No.
- 20 HEARING OFFICER SHEAN: All right. This
- 21 will likely be the Committee's last opportunity to
- 22 address you outside of the full Commission
- 23 setting. And with that, I think it's appropriate
- to thank IID, Mr. Thompson, and your contractors
- and consultants for your cooperation and

1 particularly our informational hearing, which was

2 a rather unique event. And fun, in its own way, I

guess is about the best way to express that.

4 (Laughter.)

5 HEARING OFFICER SHEAN: But it was very
6 interesting to see the community of Niland and get
7 some of the flavor by visiting your local
8 merchants, particularly the restaurants and things
9 like that. And try to get a grasp on what it was
10 that prompted the community to come into being in
11 the first place. And then, unfortunately watch
12 and see what's happened as events changed on them,

and they are now what they are.

But it's obvious that this project will benefit a growing electricity demand in Imperial County, that IID needs it. And we think that between the work that has been preformed by IID and your team, as well as the Commission Staff, that the process that is developed here at the Commission for the purpose of assuring not only that the energy needs of the state are met, but it's done in a manner that is least harmful to the environment and least impactful to the local community, has been met and has been served.

So, with that we'd like to thank you

| 1 | all. | and | thank | the | Commission | Staff | for | the |
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- diligence in the preparation of the final initial
- 3 study and the preparation, posting, et cetera, of
- 4 all the documents that are required to meet, you
- 5 know, what is a more complex, it seems, even
- 6 though it's supposed to be simpler, a more complex
- 7 requirement for the SPPE. So, thank you.
- 8 With that, --
- 9 ASSOCIATE MEMBER BYRON: I had a
- 10 comment. Mr. Shean, thank you for developing such
- 11 a complete record for the Presiding Member,
- 12 Commissioner Boyd. I'm sure he'll appreciate that
- 13 very much.
- 14 I'd like to also thank the staff for
- their thoroughness and the applicant for their
- 16 cooperativeness.
- I don't have any additional questions,
- obviously this is uncontested. And appreciate
- 19 everyone's effort to be here. I'm sure we would
- 20 have started on time had we had a more cooperative
- 21 applicant in the business meeting that we had
- 22 earlier.
- Mr. Ward, would you like to add anything
- on Commissioner Boyd's behalf?
- 25 ADVISOR WARD: No, I think Jim concurs

| 1 | with what you just said, and we all did enjoy our |
|----|---|
| 2 | visit to Niland. |
| 3 | ASSOCIATE MEMBER BYRON: Thank you. |
| 4 | HEARING OFFICER SHEAN: All right, with |
| 5 | that, I don't know who won the pool for how long |
| 6 | this would take, but I think you owe us a drink. |
| 7 | (Laughter.) |
| 8 | HEARING OFFICER SHEAN: Thanks very |
| 9 | much, we're adjourned. |
| 10 | (Whereupon, at 2:07 p.m., the prehearing |
| 11 | conference and evidentiary hearing were |
| 12 | adjourned.) |
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CERTIFICATE OF REPORTER

I, PETER PETTY, an Electronic Reporter, do hereby certify that I am a disinterested person herein; that I recorded the foregoing California Energy Commission Prehearing Conference and Evidentiary Hearing; that it was thereafter transcribed into typewriting.

I further certify that I am not of counsel or attorney for any of the parties to said conference and hearing, nor in any way interested in outcome of said conference and hearing.

IN WITNESS WHEREOF, I have hereunto set my hand this 17th day of June, 2006.

PETERS SHORTHAND REPORTING CORPORATION (916) 362-2345